

File
RECEIVED

SEP 13 1984

DIVISION OF OIL
GAS & MINING

September 11, 1984

CERTIFIED NO. 492 534 697

Celsius Energy Company
ATTN: Jack Healy
P. O. Box 11070
Salt Lake City, UT 84147

SUBJECT: ML 30576

Dear Mr. Healy:

I have learned that Uintah County, acting under authority of its operating agreement with Celsius Energy Company, has opened up a large tar sands pit on lands under the above numbered lease. This activity was performed without acceptable notification to the Division of State Lands and Forestry or the Division of Oil Gas & Mining and is considered a breach of our lease agreement.

I am enclosing a copy of my letter to Uintah County outlining acceptable remedy. Please be advised that we hold our Lessee, Celsius Energy, responsible for compliance. Failure to comply with remedy requirements within 30 days of receipt may result in cancellation of this lease.

Please contact me should you have any questions in this matter.

Sincerely yours,

JOHN T. BLAKE
MINERAL RESOURCE SPECIALIST

JTB/jg

cc: Tom Tetting, DOG&M

Bob Nicholson, Uintah County Planner
147 East Main
Vernal, UT 84078